

# **LIFE**

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## **Who Needs Life Insurance?**

You do. Single or married. Buying your first home or preparing for retirement. Raising children or sending them off to college. No ma

## How Much Your Coverage Will Cost

The monthly cost of insurance for you and your spouse will depend on your ages and the amount of insurance you wish to purchase. As shown in the following chart, the cost of insurance increases with the age of the insured. Note that at age 70, your benefits are reduced. Spouse coverage ceases at age 70.

To calculate your monthly cost:

1. Find your age group in the following table;
2. Multiply the rate by the number of coverage units you want;
3. Calculate the cost of coverage for your spouse, using your spouse's age, then add the cost of coverage for your children;

Add the premiums for you, your spouse and your children to get your total monthly cost.

Employee/ Spouse Age	Employee Monthly Cost per \$1,000 Unit	Spouse Monthly Cost per \$1,000 Unit
Under 35	\$ 0.047	\$ 0.047
35 to 39	0.064	0.064
40 to 44	0.106	0.106
45 to 49	0.183	0.183
50 to 54	0.319	
55 to 59		0.514
60 to 64	0.693	

<b>Example::</b>			
Employee (, 28)	250 units (\$250,000)	x \$0.047 per unit	= \$11.75
Spouse (, 24)	125 units (\$125,000)	x \$0.047 per unit	= \$ 5.87
Children	\$10,000 (\$10,000)	@ \$ .47	= \$ .47
<b>Total Monthly Cost</b>			<b>\$18.09</b>

To calculate your cost, complete this chart:

Employee	___ units	x	\$ ___ per unit	= \$ ___
Spouse	___ units	x	\$ ___ per unit	= \$ ___
Children	\$10,000	@	\$ .47	= \$ ___
<b>Total Monthly Cost</b>				<b>\$ ___</b>

# How Much Life Insurance Do You Need?

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We have provided this worksheet to help you calculate how much life insurance you may need for a surviving spouse and dependents. When calculating annual amounts, be sure to multiply the annual income or cost by the number of years you expect to receive that income, or incur that cost.

## 1. Living Costs

Day-to-day Living Expenses ( , 75% , )  
\$ \_\_\_\_\_ annually x \_\_\_\_\_ years = \$ \_\_\_\_\_

## When Your Coverage Begins and Ends

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The date your coverage begins is called its “effective date.” Your employer will let you know the effective date of your coverage. If you are not actively at work on the effective date of coverage, your coverage will not begin until you return to work.

For coverage for your spouse and/or children to be effective, they must not be hospitalized or confined at home under the care of a doctor.

Your coverage cannot be terminated as long as you remain eligible, the premium is paid and the group policy remains in force.

For your spouse and children, coverage ends when your coverage ends, when their premiums are not paid or when they are no longer eligible.

### If You Leave Your Employer

To help you keep your life insurance coverage during the years when your family needs financial protection, the plan allows you to continue all of your voluntary coverage if you leave your employer. Premiums may change at this time. Just make arrangements to pay your premiums directly to the insurance company after you leave your current employer. Coverage may be continued for you and your spouse until age 70. Coverage may also be continued for your children in an amount of \$10,000. As long as the group policy remains in force, the option of continuing this coverage is available.

### Converting Your Coverage to Permanent Life Insurance

If group life insurance coverage is reduced or ends for any reason except nonpayment of premiums, you can convert to an individual policy. No medical certification is needed. To convert coverage, you must apply for the conversion policy and pay the first premium payment within 31 days after your group coverage ends. Family members may convert their coverage as well. Converted policies are subject to certain benefits and limits as outlined in the conversion brochure which may be requested as needed. Premiums may change at this time.

### Designating Your Beneficiary

Your term life benefit will automatically be paid to the first beneficiary listed below who is living at the time of your death if you do not designate a specific beneficiary.

- 1) Your Spouse
- 2) Your Child(ren)
- 3) Your Parents
- 4) Your Siblings
- 5) Your Estate

If you wish to designate different beneficiaries, or to indicate percentages, you may do so on your application. If the listed beneficiary is a trustee or a trust, you will need to indicate the trustee's name, the name of the trust and the date of the trust agreement. The trust document must be presented in order for the claim to be processed.

## Apply Today

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In order to apply for coverage, you must complete an application form. Be sure to answer all questions accurately, and indicate how much coverage you wish to have.

### Payroll Deduction

You pay your premiums through payroll deduction. The total depends on how much coverage you select, your age, your spouse's age and the amount of coverage you buy for your spouse and children.

### How Your Claims Are Paid

Your employer has all the forms your beneficiary will need and can provide assistance in completing them.

## Questions?

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If you want more information about this group insurance plan, call 1-800-732-1603 toll-free anytime from Monday through Friday, 8 a.m. to 6 p.m. Eastern time. You'll speak to a courteous, knowledgeable customer service representative who can answer your questions and explain features of this plan.

